

## MARCH QUARTER OPERATING UPDATE

Dacian Gold Limited (Dacian Gold or the Company) (ASX: DCN) provides an update for its Mt Morgans Operations, located in Laverton, Western Australia.

The Company advises that March Quarter production of 23,608oz was in line with forecast (following a step-change in production during the month of March), and represents a 37% increase to the December Quarter.

The increase in monthly production was driven by the predominance of ore mining at Doublejay as planned. This momentum is continuing during the June Quarter to date.

The Company's management of COVID-19 at its operation has resulted in minimal on-site transmission, however the ongoing industry wide skilled labour shortage required a review of forecast production for the remainder of the financial year. The review identified a risk in achieving the bottom end of its guidance range, principally in meeting our planned underground production target. Mining of stopes previously planned for June will now occur early in the September Quarter.

As a result, production for the June Quarter is now expected to be 37,000-40,000oz, with full year guidance adjusted to 94,000-97,000oz at an AISC of \$1,850-\$1,950/oz, slightly below previous guidance of 100,000-110,000oz at AISC of \$1,750-\$1,850/oz.

The revised June Quarter production forecast still represents a 60-70% increase from the March Quarter with progress so far in April tracking according to plan.

Managing Director, Leigh Junk commented: "Like our industry peers, we are not immune to the COVID-19 challenges faced in maintaining full production manning levels across our operations and rising cost pressures. While our March quarter has delivered to plan, we foresee these challenges persisting and, in particular, impacting our underground operations in the June quarter. Therefore, we have adjusted our guidance accordingly.

Pleasingly, the step-change in production we have forecasted throughout FY2022, driven by the expected increase in delivery of Doublejay ore from March, is going to plan."

A complete operating and financial update will be provided with the Company's March quarterly planned for release later this month.

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*This announcement has been approved and authorised for release by the board of Dacian Gold Limited.*

For further information, please contact:

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